

BEFORE THE  
POSTAL REGULATORY COMMISSION  
WASHINGTON, D.C. 20268-0001

COMPETITIVE PRODUCT PRICES  
PRIORITY MAIL CONTRACT 266 (MC2017-41)  
NEGOTIATED SERVICE AGREEMENT

Docket No. CP2017-66

**NOTICE OF UNITED STATES POSTAL SERVICE OF  
AMENDMENT TO PRIORITY MAIL CONTRACT 266,  
WITH PORTIONS FILED UNDER SEAL**  
(September 13, 2017)

The Postal Service hereby provides notice that the terms of Priority Mail Contract 266, in the above-captioned proceeding, have changed as contemplated by the contract's terms. A redacted version of the amendment to Priority Mail Contract 266 is provided in Attachment A, and the unredacted amendment is being filed under seal. The amendment will become effective two business days following the day that the Commission completes its review of this filing.

This amendment will not materially affect the cost coverage of Priority Mail Contract 266. Therefore, the supporting financial documentation and financial certification initially filed in this docket remain applicable. The Postal Service hereby incorporates by reference the Application for Non-Public Treatment originally filed in this docket, for the protection of the customer-identifying information that has been filed under seal.

Respectfully submitted,

UNITED STATES POSTAL SERVICE  
By its attorneys:

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Acting Chief Counsel  
Pricing and Product Support

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September 13, 2017

**ATTACHMENT A**

**REDACTED AMENDMENT TO PRIORITY MAIL CONTRACT 266**

**AMENDMENT #2**  
**OF**  
**SHIPPING SERVICES CONTRACT**  
**BETWEEN**  
**THE UNITED STATES POSTAL SERVICE**  
**AND**  
[REDACTED]  
**REGARDING**  
**PRIORITY MAIL SERVICE**

WHEREAS, the United States Postal Service (the "Postal Service") and [REDACTED] ("Customer") entered into a Shipping Services Contract regarding Priority Mail Service, in Priority Mail Contract 266, Docket No. CP2017-66, on November 21, 2016.

WHEREAS, the Parties desire to amend the terms in Sections I.C, I.D, I.E, and I.G.1-3.

NOW, THEREFORE, the Parties agree that the contract is hereby amended as detailed below. The existing contract and Appendix remain unchanged in all other respects. This amendment shall become effective two (2) business days following the day on which the Commission issues all necessary regulatory approval.

[Replace Sections I.C, I.D, I.E, and I.G.1-3 in their entirety as follows.]

**I. Terms**

- C. Customer will manifest Contract Packages as specified by the Postal Service using a separate permit number and/or PC Postage account to ship such packages, and will use the Electronic Verification System (eVS), other USPS approved manifest systems, or USPS approved PC Postage vendors for payment of such packages. Customer shall provide the Postal Service, in writing, a list of its permit numbers and/or PC Postage accounts for approval. Contract pricing for any newly approved permits and/or PC Postage accounts will be effective within fifteen (15) business days after the Postal Service receives written notification from Customer. Only Contract Packages and other Priority Mail packages shipped from authorized permits and/or PC Postage accounts shall count towards the volume commitment in Sections I.E and I.G. below.
- D. The Postal Service will not provide customized or specialized packaging.
- E. Volume Commitment. Customer should ship at least [REDACTED] Contract Packages and other Priority Mail packages ("Total Volume") per Contract Quarter.
- G. Contract Prices. Customer shall receive pricing based on Customer's Total Volume shipped per Contract Quarter, as follows:
  - 1. From the effective date of this amendment until January 1, 2018, Customer shall receive Tier 3 prices pursuant to Table E below.

2. Subsequent Prices. Beginning January 1, 2018, contract prices will be based on Customer's Total Volume shipped during the previous full Contract Quarter, pursuant to Table B below.
3. The Postal Service will monitor Customer's Total Volume and within 15 days after the start of each Contract Quarter, will notify Customer of the applicable tier for that Contract Quarter based on Table B, with corresponding prices found in Tables C through E below. Tier price changes will be effective within 15 days after the start of each Contract Quarter. Discounted prices will be calculated by the Postal Service and rounded up to the nearest whole cent.

IN WITNESS WHEREOF, the Parties hereto have caused this amendment to be duly executed as of the later date below:

UNITED STATES POSTAL SERVICE

Signed by: 

Printed Name: for Cliff Rucker

Title: Senior Vice President, Sales and Customer Relations

Date: 9/6/17

